

DUPEL MINES LIMITED

ANNUAL REPORT

APR 13 1955

DECEMBER 31, 1954

OFFICERS

K. A. Roberts - - - - - President
 A. H. Honsberger - - - - - Vice-President
 P. C. Finlay, Q.C. - - - - - Secretary-Treasurer

DIRECTORS

K. A. Roberts - - - - - Toronto
 A. H. Honsberger - - - - - Noranda
 P. C. Finlay - - - - - Toronto
 W. J. Irvine - - - - - Toronto
 S. L. Jaske - - - - - Toronto

GENERAL COUNSEL and SOLICITORS

Holden, Murdoch, Walton, 2402 Bank of Nova Scotia Bldg.,
 Finlay & Robinson - - - - - Toronto, Ontario.

AULITORS

Ewen, Forbes & Company ----- 6 Adelaide Street East, Toronto, Ontario

TRANSFER AGENTS

Crown Trust Company - - - - - 302 Bay Street, Toronto, Ontario

HEAD OFFICE

314 Bathurst Street - - - - - Toronto, Ontario

DUPEL MINES LIMITED

DIRECTORS' REPORT

To the Shareholders:

Your Directors submit herewith the Annual Report of your Company, together with Balance Sheet, Statement of Deficit and Schedule of Deferred Expenditures as at December 31st, 1954, duly certified by your Company's Auditors.

In November 1954 your Company acquired a copper prospect property consisting of 1,800 acres located in the south-east corner of Hindon Township, Haliburton County, Ontario.

Prior to your Company acquiring these claims, a series of trenches had been blasted across the outcrop which indicated important copper values over a possible length of 2,245 feet. A second showing was discovered about one-half mile to the east. Starting in mid-January, 1955, roads were established to give access to the property, camps were erected and work was carried out on surface to widen, deepen and lengthen some of the existing trenches and to open up some new surface showings.

A series of short diamond drill holes are being drilled in an effort to determine the way the structure lies and this work is now in progress.

Advantage has been taken of the frozen swamp to the south of the showing to do diamond drilling to establish the geological structure of the area. The presence of a major fault structure has been established and further drilling is being done to establish the attitude and strike of the fault zone. When this has been completed, geophysical work will be carried out along the fault zone and the general area of the outcrops.

During 1954 an Underwriting Agreement was entered into which provided your Company with \$75,000.00 from the sale of 300,000 shares of its capital stock. Since the year end a further Underwriting Agreement was entered into with Ross, Knowles & Co. Limited for the sale of 150,000 shares of your Company's capital stock for which your Company received the sum of \$90,000.00 and options were given on further 450,000 shares from prices ranging from 60¢ to \$1.25 per share.

No work was done on your Company's property in Duprat Township, Province of Quebec, during the year, but these Claims have been maintained in good standing.

Your Directors extend their appreciation to Mr. A. S. Bayne, the engineer in charge of the work and to the employees who have worked diligently under adverse winter conditions.

By Order of the Board,

K. A. ROBERTS,

President.

March 15th, 1955.

DIRECTORS' REPORT

To the Shareholders:

Your Directors submit herewith the Annual Report of your Company, together with Balance Sheet, Statement of Profit and Loss, and Statement of Deferred Expenditures as at December 31st, 1954, duly certified by your Company's Auditors.

In November 1954 your Company acquired a copper prospect property consisting of 1,800 acres located in the south-east corner of Hinton Township, Haliburton County, Ontario.

Prior to your Company acquiring these claims, a series of trenches had been blasted across the outcrop which indicated important copper values over a possible length of 2,250 feet. A second showing was discovered about one-half mile to the east. Starting in mid-January, 1955, roads were established to give access to the property, camps were erected and work was carried out on surface to widen, deepen and lengthen some of the existing trenches and to open up some new surface showings.

A series of short trenches have been drilled in an effort to determine the depth of the copper ore. Work is now in progress.

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Advantage was taken of the showing to be obtained by drilling the geological structure of the ore. The structure has been established the attitude and strike of the fault zone. When this has been completed, geological work will be carried out along the fault zone and the general area of the outcrop.

During 1954 an Underwriting Agreement was entered into which provided your Company with \$75,000.00 from the sale of 300,000 shares of its capital stock. Since the year end a further Underwriting Agreement was entered into with Ross, Knowles & Co. Limited for the sale of 150,000 shares of your Company's capital stock for which your Company received the sum of \$90,000.00 and options were given on further 450,000 shares from prices ranging from \$0.25 to \$1.25 per share.

No work was done on your Company's property in Hinton Township, Province of Quebec, during the year, but these claims have been maintained in good standing.

Your Directors extend their appreciation to Mr. A. S. Bayne, the engineer in charge of the work and to the employees who have worked diligently under adverse winter conditions.

By Order of the Board,

https://archive.org/details/Dupe2181_1954

President.

March 15th, 1955.

DUPEL MINES LIMITED
(No Personal Liability)
INCORPORATED UNDER PART XI OF THE ONTARIO COMPANIES ACT
BALANCE SHEET
AS AT 31st DECEMBER, 1954

A S S E T S

Cash in Bank			\$ 34,349.03
Mining Properties			
10 Mineral Claims Duprat Township, Province of Quebec	1.00		
34 Mineral Claims Hindon Township, Province of Ontario	<u>90,000.00</u>	90,001.00	
Deferred Expenditures Schedule attached		1,816.43	
Incorporation Expense		<u>2,011.85</u>	
			<u>\$128,178.31</u>

L I A B I L I T I E S

Capital Stock			
Authorized: 3,000,000 Shares Par Value \$1.00 each			
Issued:-			
At 1st January 1954	1,100,005	1,100,005.00	
Less Discount		<u>1,075,000.00</u>	25,005.00
During 1954:-			
For Properties			
Hindon Township	200,000	200,000.00	
Less Discount		<u>150,000.00</u>	50,000.00
For Cash	305,000	305,000.00	
Less Discount		<u>229,500.00</u>	75,500.00
	<u>1,605,005</u>		150,505.00
Deficit - Schedule Attached			<u>22,326.69</u>
			<u>\$128,178.31</u>

AUDITORS' REPORT

Board of Directors,
Dupel Mines Limited
(No Personal Liability)

We have examined the Balance Sheet of Dupel Mines Limited (No Personal Liability) as at 31st December, 1954 and in connection therewith have made such tests of the accounting records and other supporting evidence from the date of incorporation 9th October, 1947 to 31st December, 1954 as was considered necessary in the circumstances.

We report that in our opinion the attached Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the affairs of Dupel Mines Limited (No Personal Liability) as at 31st December, 1954 according to the best of our information and explanations given to us and as shown by the books of the company.

All our requirements as auditors have been complied with.

Toronto, Canada,
17th January, 1955.

(Sgd). Ewen, Forbes & Co.
Chartered Accountants.

Approved: - "K.A. Roberts" - Director
"P. C. Finlay" - Director

DUPEL MINES LIMITED
(No Personal Liability)
STATEMENT OF DEFICIT
AS AT 31st DECEMBER, 1954

Balance as at 1st January 1954 2,095.19

Add Additions year 1954:-

Development License Fees and Expense
transferring claims 232.50

Mining Properties - abandoned or
transferred -

Four groups in Nevada and five groups
in Province of Quebec 20,000.00
20,232.50

Less Transferred to Balance Sheet--
to set up a nominal value for
10 mineral claims in Duprat
Township, Province of Quebec,
donated to the Company 1.00 20,231.50

Balance 31st December 1954 \$22,326.69

SCHEDULE OF DEFERRED EXPENDITURES

AS AT 31st DECEMBER, 1954

	As At <u>1st January, 1954</u>	<u>1954</u>	Total To <u>31st December 1954</u>
Engineers Report - Fees	-	250.00	250.00
Legal Fees and Expense	562.70	516.47	1,079.17
Transfer Agents Fees	152.76	-	152.76
Office Services	-	150.00	150.00
Stock Certificates	-	104.50	104.50
Ontario Filing Fees	-	65.00	65.00
Typing Expense	-	15.00	15.00
	<u>\$715.46</u>	<u>\$1,100.97</u>	<u>\$1,816.43</u>

DUPEL MINES LIMITED

NOTICE OF ANNUAL MEETING

To the Shareholders:

TAKE NOTICE that the Annual Meeting of the Shareholders of DUPEL MINES LIMITED will be held in York Parlors, Prince George Hotel, 91 York Street, Toronto, Ontario, on Thursday, the 28th day of April, 1955, at the hour of 4:00 o'clock in the afternoon, Daylight Saving Time, to receive Reports, elect Directors, appoint Auditors, and to transact all such other business as may properly come before the Meeting.

A copy of the Reports and Balance Sheet to be submitted to the Meeting is forwarded herewith.

DATED this 28th day of March, 1955.

By Order of the Board,

P. C. FINLAY,

Secretary.

NOTE: If unable to attend in person, please sign and return the attached Proxy in the envelope enclosed for that purpose.

DUPEL MINES LIMITED

INSTRUMENT OF PROXY

The undersigned, a Shareholder of DUPEL MINES LIMITED, hereby appoints KENNETH A. ROBERTS, President, or failing him, A. H. HONSBERGER, Vice-President, or failing him, P. C. FINLAY, Q.C., Secretary, as proxy for the undersigned to vote for and on behalf of the undersigned at the Annual Meeting of the Shareholders of the Company to be held on Thursday, the 28th day of April, 1955, and at any adjournment thereof.

DATED this day of
1955.

Shareholder's Signature

WITNESS:

NOTE: If the appointor is a corporation, the Instrument must be signed under its corporate seal or under the hand of an Officer or Attorney so authorized.

File 85
DUPEL MINES LIMITED

MAY 1 1964

NOTICE OF GENERAL MEETING OF SHAREHOLDERS

To the Shareholders:

TAKE NOTICE that a General Meeting of the Shareholders of DUPEL MINES LIMITED will be held at Room 2402 Bank of Nova Scotia Building, 44 King Street West, Toronto, Ontario, on Wednesday, the 27th day of May, 1964, at the hour of 11:00 o'clock in the forenoon, Toronto Time, for the following purposes:-

- (a) To consider and, if deemed advisable, to approve, ratify and confirm an Agreement dated the 22nd day of April, 1964, between the Company and Goldale Limited, whereby subject to acceptance of the Agreement for filing by the Toronto Stock Exchange and subject to approval of the Agreement by the Shareholders of the Company at a General Meeting of Shareholders of the Company duly called for the purpose, Goldale Limited agreed to purchase from the Company all its under-taking, property and assets in consideration of the allotment and issue to the Company of 140,400 fully paid and non-assessable shares of the capital stock of Goldale Limited and the assumption by Goldale Limited of all the Company's outstanding liabilities and costs of winding up its affairs and surrendering its charter;
- (b) In the event that the aforesaid Agreement dated the 22nd day of April, 1964, is approved, ratified and confirmed by the Shareholders, to consider and if deemed advisable, to confirm with or without variation a Resolution passed by the Directors of the Company on the 6th day of May, 1964, which Resolution reads as follows:-

"RESOLVED THAT:-

- (1) The Company be and is hereby authorized to apply to the Lieutenant-Governor of the Province of Ontario for an Order accepting surrender of its Charter and declaring it to be dissolved on such date as the Order may fix;
- (2) As incidental to the foregoing, the 140,400 fully paid and non-assessable shares of the capital stock of Goldale Limited be distributed rateably among the Shareholders of the Company on the basis of one share of Goldale Limited for each $12\frac{1}{2}$ shares of the capital stock of the Company held by each Shareholder;
- (3) The Directors and Officers are hereby authorized and directed to do, sign and execute all things, deeds or documents necessary or desirable for the due carrying out of the foregoing."
- (c) To transact such other business as may properly come before the Meeting.

On April 22nd, 1964, Goldale Limited also entered into an Agreement with Belfast Mines Limited whereby, subject to acceptance of the Agreement for filing by the Toronto Stock Exchange and subject to approval of the Agreement by the Shareholders of Belfast Mines Limited at a General Meeting of the Shareholders duly called for that purpose, Goldale Limited agreed to purchase from Belfast Mines Limited all its undertaking, property and assets in consideration of the allotment and issue to Belfast Mines Limited of 216,400 fully paid and non-assessable shares of the capital stock of Goldale Limited and the assumption by Goldale Limited of the outstanding liabilities of Belfast Mines Limited and the costs of winding-up its affairs and surrendering its charter.

Copies of the Financial Statements of the Company, the Consolidated Financial Statements of Goldale Limited, and the Financial Statements of Belfast Mines Limited, as at December 31, 1963, are enclosed herewith.

Copies of the Agreements dated the 22nd day of April, 1964, between the Company and Goldale Limited, and between Belfast Mines Limited and Goldale Limited, may be inspected at the office of the Company's Solicitors, Messrs. Holden, Murdoch, Walton, Finlay, Robinson & Pepall, 2402 Bank of Nova Scotia Building, 44 King Street West, Toronto, Ontario, at any time during normal business hours prior to the date of the Meeting.

DATED at Toronto this 11th day of May, 1964.

By Order of the Board,

P. C. FINLAY,
Secretary.

NOTE: If unable to attend in person, please sign and return the attached Proxy in the envelope enclosed for that purpose.

DUPEL MINES LIMITED

INSTRUMENT OF PROXY

The undersigned, a Shareholder of DUPEL MINES LIMITED, hereby appoints K. A. ROBERTS, President, or failing him, A. H. HONSBERGER, Vice-President, or failing him, P. C. FINLAY, Secretary, as proxy for the undersigned, to vote for and on behalf of the undersigned at the General Meeting of the Shareholders of the Company to be held on Wednesday, the 27th day of May, 1964, and at any adjournment thereof.

DATED this 25th day of May, 1964.

WITNESS:

Shareholder's Signature

NOTE: If the appointor is a corporation, the Instrument must be signed under its corporate seal or under the hand of an Officer or Attorney so authorized.

DUPEL MINES LIMITED

2402 Bank of Nova Scotia Building
44 King Street West
Toronto 1 - Ontario

To the Shareholders:

Enclosed herewith is a Notice of General Meeting of the Shareholders, together with copies of Financial Statements referred to therein.

The Board of Directors of both your Company and Goldale Limited have unanimously approved of the Agreement dated April 22nd, 1964, between your Company and Goldale Limited, which you are being asked to confirm at the General Meeting.

I would draw to your attention the fact that the undersigned is the President and a Director, and P. C. Finlay is the Secretary-Treasurer and a Director of both Dupel Mines Limited and Goldale Limited.

Your Board of Directors are of the opinion that since the Company has insufficient capital to successfully carry on any exploration work, the Agreement with Goldale Limited is in the best interests of the Shareholders and the consideration to be paid by Goldale Limited for your Company's undertaking, property and assets is fair and equitable. The Board of Directors, therefore, recommends approval of the Agreement by the Shareholders at the forthcoming Meeting.

The said Agreement has already been accepted for filing by the Toronto Stock Exchange and will, therefore, become effective if confirmed at the said Meeting.

As stated in the Notice, in order to carry out the terms of the Agreement, it will also be necessary for the Shareholders to confirm a Resolution authorizing the surrender of the Company's charter and the distribution of the 140,400 shares of the capital stock of Goldale Limited among the Shareholders on the basis of one share of Goldale Limited for each $12\frac{1}{2}$ shares of Dupel Mines Limited.

Toronto, Ontario,
May 11th, 1964.

K. A. ROBERTS,
President.

DUPEL MINES LIMITED

SCHEDULE OF PROSPECTING AND EXPLORATION EXPENSES

AS AT 31st DECEMBER 1963

	As At 31st January <u>1963</u>	<u>1963</u>	As At 31st December <u>1963</u>
<u>Hindon Township, Province of Ontario</u>			
Ontario Miner's Licence	\$ 100.00	\$ -	\$ 100.00
Municipal and Acreage Taxes	<u>56.63</u>	<u>25.63</u>	<u>82.26</u>
	<u>156.63</u>	<u>25.63</u>	<u>182.26</u>
<u>Duprat Township, Province of Quebec</u>			
Development Licences, etc.	2,635.00	325.00	2,960.00
Engineer's Reports, Consulting Fees, etc.	1,375.00	250.00	1,625.00
Line Cutting	1,175.00		1,175.00
Electromagnetic Survey	2,400.00		2,400.00
Miscellaneous	<u>295.00</u>		<u>295.00</u>
	<u>7,880.00</u>	<u>575.00</u>	<u>8,455.00</u>
As per Balance Sheet 31st December 1963			<u>\$ 8,637.26</u>

SCHEDULE OF HEAD OFFICE AND ADMINISTRATIVE EXPENSE

AS AT 31st DECEMBER, 1963

	As At 31st January <u>1963</u>	<u>1963</u>	As At 31st December <u>1963</u>
Legal Fees and Expenses	10,273.08	507.04	10,780.12
Transfer Agents Fees	2,855.03	272.39	3,127.42
Office and Secretarial Services	3,198.36	-	3,198.36
Stock Certificates	355.25	-	355.25
Ontario Filing Fees, Taxes, etc.	515.37	150.86	666.23
Printing and Stationery	1,797.21	173.06	1,970.27
Quebec Filing Fees, Taxes, etc.	424.40	45.00	469.40
Travelling	1,304.20	-	1,304.20
Transfer Tax	27.50	-	27.50
Advertising	1,274.53	-	1,274.53
Telephone	199.00	-	199.00
Audit	1,000.00	100.00	1,100.00
Annual Meeting Expense	923.98	50.00	973.98
Miscellaneous	<u>58.57</u>	<u>1.75</u>	<u>60.32</u>
	<u>\$24,206.48</u>	<u>\$1,300.10</u>	<u>\$25,506.58</u>

DUPEL MINES LIMITED

INCORPORATED UNDER PART XI OF THE ONTARIO COMPANIES ACT

BALANCE SHEET

AS AT 31st DECEMBER 1963

ASSETS

Current Assets

Cash in Banks		
Marketable Securities - at cost	\$ 3,650.43	
(market value as at 31st		
December 1963 - \$45,000.00)	<u>46,790.74</u>	\$50,441.17

<u>Investment</u> - Dex Mining Syndicate - at cost		1,000.00
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Fixed Assets

Camp and Prospecting Equipment		2,848.48
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Mining Properties

Whole of Broken Lot 5, Concession 1, Hindon Township, Province of Ontario, containing approximately 97 acres	300.00	
10 Mining Claims, Duprat Township, Province of Quebec	<u>1.00</u>	301.00

Deferred Expenditures, at cost - per attached schedules

Prospecting and Exploration Expense	8,637.26	
Head Office and Administrative Expense	<u>25,506.58</u>	34,143.84

<u>Incorporation Expenses</u>		<u>2,011.85</u>
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\$90,746.34

LIABILITIES AND CAPITAL

Current Liabilities

Accounts Payable		\$ 811.11
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Capital

Authorized - 3,000,000 shares - Par Value		
\$1.00 each	<u>\$3,000,000.00</u>	
Issued - 1,755,005 shares - Par Value		
\$1.00 each	1,755,005.00	
<u>Less Discount on Shares Issued</u>	<u>1,514,500.00</u>	
	240,505.00	

Less Deficit

Balance 1st January 1963 - no change	<u>150,569.77</u>	89,935.23
		<u>\$90,746.34</u>

Approved on Behalf of the Board of Directors

"K. A. Roberts" Director

"P. C. Finlay" Director

This is the Balance Sheet referred to in
our report dated 3rd March, 1964.

"Ewen, Forbes & Co."
Chartered Accountants.

EWEN, FORBES & CO.
Chartered Accountants

57 Bloor Street West

Toronto 5

Telephone Walnut 1-6213

March 3rd, 1964.

Shareholders,
Dupel Mines Limited

AUDITORS' REPORT

We have examined the Balance Sheet of Dupel Mines Limited as at 31st December, 1963 and in connection therewith, made such tests of the accounting records and other supporting evidence as were considered necessary in the circumstances.

We report that in our opinion the attached balance sheet is properly drawn up so as to exhibit a true and correct view of the state of the affairs of Dupel Mines Limited as at 31st December, 1963 according to the best of our information and explanations given to us and as shown by the books of the Company.

All our requirements as auditors have been complied with.

Toronto, Canada,
3rd March, 1964.

"Ewen, Forbes & Co."

Chartered Accountants.

EDDIS & ASSOCIATES
Chartered Accountants

Suite 515
85 Richmond St. West
TORONTO 1, CANADA

AUDITORS' REPORT

To the Shareholders,
Goldale Limited.

We have examined the Consolidated Balance Sheet of Goldale Limited and its wholly-owned subsidiary, Peel Village Homes Limited, as at December 31, 1963, and the Consolidated Statements of Operations and Deficit for the year ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

We report that, in our opinion, the attached Consolidated Balance Sheet and accompanying Consolidated Statements of Operations and Deficit present fairly the financial position of the Companies as at December 31, 1963, and the results of their operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

"Eddis & Associates"

Toronto, Canada,
April 21, 1964.

CHARTERED ACCOUNTANTS

GOLDALE LIMITED
(AND ITS WHOLLY-OWNED SUBSIDIARY, PEEL VILLAGE HOMES LIMITED)

CONSOLIDATED BALANCE SHEET

AS AT DECEMBER 31, 1963

A S S E T S

Cash on hand		\$	50	
Accounts receivable			34,140	
Marketable securities, at cost (quoted market value \$954,224.00)			408,953	
Inventories, at cost:				
Construction materials	\$ 36,049			
Construction in progress including lots	2,298,003			
Land held for resale	<u>1,011,847</u>		3,345,899	
Mortgages receivable			341,811	
Prepaid charges			<u>28,470</u>	\$4,159,323
Investment in shares of other companies (unlisted or escrowed)				80,383
<u>Model Homes, at cost</u>				
Land			65,845	
Construction			173,930	
Furnishings	26,668			
Less: accumulated depreciation	<u>5,333</u>		<u>21,335</u>	261,110
<u>Mining Properties, at cost</u>				
Patented mining claims and prospecting expenses				280,136
<u>Fixed</u>	<u>Cost</u>		<u>Accumulated Depreciation</u>	
Office furniture, construction and automotive equipment	<u>\$ 21,294</u>	\$	<u>5,646</u>	15,648
<u>Other</u>				
Prospecting deposit refundable		\$	987	
Sundry accounts receivable			<u>3,627</u>	<u>4,614</u>
				<u>\$4,801,214</u>

L I A B I L I T I E S

Bank loan and overdraft - secured		\$	829,522	
Accounts payable and accrued charges			475,873	
Income taxes payable - estimated			5,764	
Deposits on sales contracts			33,340	
Mortgages payable	\$2,280,059			
Accrued interest	<u>65,364</u>		<u>2,345,423</u>	\$3,689,922
<u>Capital Stock</u>				
Authorized:				
5,000,000 shares of no par value, consideration not to exceed	<u>\$4,000,000.00</u>			
Issued and fully paid:				
3,000,000 shares			1,953,846	
Deficit			<u>842,554</u>	<u>1,111,292</u>
				<u>\$4,801,214</u>

Note

The attached Notes are an integral part of
these financial statements and should be
read in conjunction therewith.

Approved on behalf of the Board,

"K. A. Roberts"

Director

"P. C. Finlay"

Director

The Auditors' Report dated April 21, 1964 is attached hereto.

GOLDALE LIMITED

NOTES TO CONSOLIDATED BALANCE SHEET

DECEMBER 31, 1963

1. Goldale Limited has guaranteed a bank loan of up to \$400,000.00 for its subsidiary company, Peel Village Homes Limited, and has deposited certain of its securities as collateral.

2. Goldale Limited has also guaranteed a First Mortgage Loan of \$152,500.00 given by its subsidiary company, Peel Village Homes Limited on 13 lots on which are constructed 13 model homes used for the purpose of promoting sales in Peel Village.

GOLDALE LIMITED
AND ITS WHOLLY-OWNED SUBSIDIARY, PEEL VILLAGE HOMES LIMITED
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1963

Sale of houses			\$3,999,191
Cost of sales			<u>3,780,573</u>
Gross profit			218,618
<u>Other Income</u>			
Rental income	\$ 11,283		
Discounts earned	13,092		
Interest earned	3,327		
Dividends received	28,855		
Sundry - insurance claims, etc.	<u>16,111</u>		<u>72,668</u>
			291,286
<u>Expenditures</u>			
General administrative	77,553		
Legal fees	7,125		
Interest	134,263		
Prospecting	2,119		
Incorporation	1,103		
Depreciation:			
Office furniture	\$ 737		
Construction equipment	262		
Automotive equipment	2,801		
Furnishings - model home	<u>5,333</u>	<u>9,133</u>	<u>231,296</u>
			59,990
Provision for corporation income taxes			<u>6,234</u>
Net profit for the year			<u>\$ 53,756</u>

CONSOLIDATED STATEMENT OF DEFICIT
FOR THE YEAR ENDED DECEMBER 31, 1963

Balance - January 1, 1963		\$ 837,531
Add: Net loss on sale of securities	\$ 9,575	
Loss on final disposition of Bonds, Notes and interest of Eldrich Mines Limited, now Canadian-Australian Exploration Limited	<u>49,204</u>	<u>58,779</u>
		896,310
Less: Net profit for the year		<u>53,756</u>
Balance - December 31, 1963		<u>\$ 842,554</u>

BELFAST MINES LIMITED
(Incorporated under the laws of Ontario)

BALANCE SHEET

As at December 31, 1963

ASSETS

Current

Cash

Marketable Securities - net book value
(quoted market value \$ 71,100.)

\$ 10,154.

72,921.

83,075.

Sundry Investments - at cost

1,000.

Fixed

Mining claims and properties

3,876.

Equipment - at cost

1,056.

4,932.

Deferred Expenses

Organization expense

1,385.

Exploration, development and administrative

114,576.

115,961.

\$ 204,968.

LIABILITIES

Current

Accounts payable

\$ 2,436.

Accrued liabilities

240.

2,676.

SHAREHOLDERS' EQUITY

Capital Stock

Authorized:

3,000,000 shares, with a par value of \$1.00 each

Issued and fully paid

2,164,005 shares

2,164,005.

Less: Discount on shares

1,952,190.

211,815.

Deficit

Balance, January 1, 1963

\$ 11,016.

Less: Gain on sale of securities

1,493.

9,523.

202,292.

Approved on behalf of the Board:

"K. A. Roberts" Director

"P. C. Finlay" Director

\$ 204,968.

AUDITORS' REPORT TO THE SHAREHOLDERS

We have examined the balance sheet of Belfast Mines Limited as at December 31, 1963, and the statement of deferred exploration, development and administrative expense for the year ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

No provision has been made for depreciation of equipment.

In our opinion, the accompanying balance sheet and statement of deferred exploration, development and administrative expense present fairly the financial position of the company as at December 31, 1963, and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Toronto, Ontario,
February 25, 1964.

"Doe, Shaughnessy & Co.",
Chartered Accountants

BELFAST MINES LIMITED

STATEMENT OF DEFERRED EXPLORATIONS, DEVELOPMENT AND
ADMINISTRATIVE EXPENSES

For the year ended December 31, 1963

	<u>To</u> <u>December</u> <u>31, 1962</u>	<u>Charge</u> <u>During</u> <u>Year</u>	<u>To</u> <u>December</u> <u>31, 1963</u>
<u>Exploration and Development</u>			
Duprat Township, Quebec	\$ 43,796.		
Licences		231	
Engineering Fees		250.	44,277.
Sundry Claims	4,618.		4,618.
Mining claims abandoned	<u>33,404.</u>	<u> </u>	<u>33,404.</u>
	<u>81,818.</u>	<u>481.</u>	<u>82,299.</u>
<u>Administrative</u>			
Accounting and office services	4,274.		4,274.
Bad debts	250.		250.
Directors' expenses	702.	50.	752.
Legal, audit and secretarial	14,128.	600.	14,728.
Office supplies and expenses	1,629.	4.	1,633.
Rent	418.		418.
Shareholders' information and public relations	4,349.	162.	4,511.
Taxes and filing fees	1,407.	155.	1,562.
Telephone and postage	423.	4.	427.
Transfer agents	<u>4,334.</u>	<u>429.</u>	<u>4,763.</u>
	31,914.	1,404.	33,318.
Less: Sundry Income	<u>1,013.</u>	<u>28.</u>	<u>1,041.</u>
	30,901.	1,376.	32,277.
	<u>\$ 112,719.</u>	<u>1,857.</u>	<u>114,576.</u>

